

# The relevance of multiple impacts of decarbonization in policy-making and evaluation



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# Project background & objectives

- Multiple benefits by EU member state & energy efficiency actions
- Common framework scenarios
- Extended Cost-Benefit analysis
- March 2015 – May 2018
- Funded by EU Horizon 2020 EE12 (GA 649724, approx 1M€)



Calculating and Operationalising  
the Multiple Benefits of  
Energy Efficiency in Europe



# Partners

air pollution



The University of Manchester

Macro-economy



Copenhagen  
Economics



energy poverty/health  
productivity



The University of Manchester



Resources



Wuppertal  
Institut

energy system/security



Universiteit  
Antwerpen



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# COMBI project in brief:



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- Scoping
- Energy scenarios
- Quantification
- Monetization
- Cost-Benefit analysis

- **Scoping**
- Energy scenarios
- Quantification
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Calculating and Operationalising  
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## **Air pollution**

air pollutants  
health from air pollution  
eco-system

## **Resources**

material footprint  
abiotic/biotic  
energy/non-energy  
unused extraction

## **Social welfare**

energy poverty/health  
productivity

## **Macro economy**

employment/ GDP  
public budget  
Fossil fuel/ETS prices  
Terms of Trade

## **Energy system**

energy system costs  
energy security



- Scoping
- **Energy scenarios**
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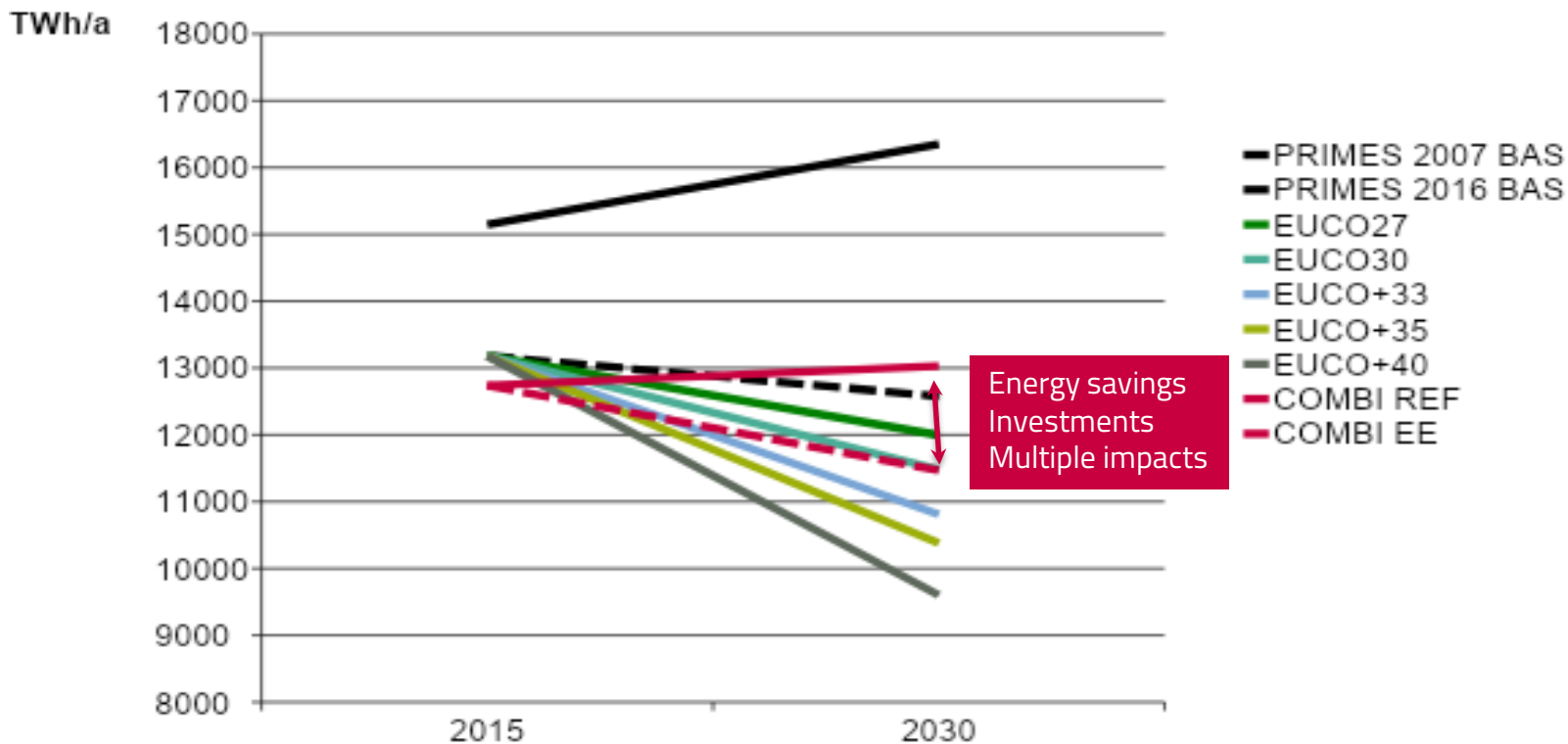


80% of EE potential in:

- Buildings
- Transport
- Industry

# Energy scenarios

## Input data



- Scoping
- Energy scenarios
- **Quantification**
- Monetization
- Cost-Benefit analysis





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## Modelling of multiple benefits

Impact category	models
air pollution (health, eco-systems)	GAINS
resources	MIPS/ Life Cycle assessment
health (indoor air quality) productivity	Socio-economic COMBI-model
economy (short/long-term)	Input-Output CGE (CECEM)
energy system energy security	COMBI energy balance model



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# COMBI key results: all EEI actions

## EU-wide figures per year as of 2030

additional

Annualized investment in 2015-2030: 94.6 bn EUR/year

Energy savings: 1647 TWh/year

Avoided climate change emissions: 360–500 Mt CO<sub>2</sub>eq/year

Air pollution	Resources	Social welfare	Economy	Energy system
<p>&gt;10 000 avoided premature deaths due to PM<sub>2.5</sub></p> <p>442 avoided premature deaths due to O<sub>3</sub></p> <p>230 000 YOLLS of avoided life expectancy loss</p> <p>300Mt avoided direct CO<sub>2</sub>eq emissions</p>	<p>850 Mt savings of material resources</p>	<p>3,000-24,000 avoided premature deaths due to indoor cold</p> <p>2,700-22,300 avoided DALYs due to indoor dampness related asthma</p> <p>39mn additional work days</p>	<p>1% rise in GDP</p> <p>2.3 mn job-years</p> <p>+86 bn € for public budgets</p> <p>Decrease in fossil fuel prices (oil -1.3%; coal-2%; gas-2.9%)</p>	<p>Avoided generation of power from combustibles 257 TWh</p> <p>Improved energy security: up to 5% lower fossil fuel import costs</p>
<p><a href="#">WP3 report</a></p>	<p><a href="#">WP4 report</a></p>	<p><a href="#">WP5 report</a></p>	<p><a href="#">WP6 report</a></p>	<p><a href="#">WP7 report</a></p>

- Scoping
- Energy scenarios
- Quantification
- **Monetization**
- Cost-Benefit analysis

**32**  
impacts



- 17 monetized
- 10 included in the CBA

# COMBI key results: all EEI actions

## EU-wide figures per year as of 2030

additional

Annualized investment in 2015-2030: 94.6 bn EUR/year

Energy savings: 1647 TWh/year

Avoided climate change emissions: 360–500 Mt CO<sub>2</sub>eq/year

Air pollution		Social welfare	Economy	Energy system
<p>&gt;10 000 avoided premature deaths due to PM<sub>2.5</sub> (460 mn €)</p> <p>442 avoided premature deaths due to O<sub>3</sub> (46 mn €)</p> <p>230 000 YOLLS of avoided life expectancy loss (26 bn €)</p> <p>300Mt avoided direct CO<sub>2</sub>eq emissions (17 bn €)</p>	<p>850 Mt savings of material resources</p>	<p>3,000-24,000 avoided premature deaths due to indoor cold (323 mn EUR-2.5 bn €)</p> <p>2,700-22,300 avoided DALYs due to indoor dampness related asthma (338 mn EUR-2.9 bn €)</p> <p>39mn additional work days (4.7 bn €)</p>	<p>1% rise in GDP (+161 bn € in GDP)</p> <p>2.3 mn job-years</p> <p>+86 bn € for public budgets</p> <p>Decrease in fossil fuel prices (oil -1.3%; coal-2%; gas-2.9%)</p>	<p>Avoided generation of power from combustibles 257 TWh (10 bn € of avoided investment)</p> <p>Improved energy security: up to 5% lower fossil fuel import costs (59 bn €)</p>
<a href="#">WP3 report</a>	<a href="#">WP4 report</a>	<a href="#">WP5 report</a>	<a href="#">WP6 report</a>	<a href="#">WP7 report</a>



- Scoping
- Energy scenarios
- Quantification
- Monetization
- **Cost-Benefit Analysis**



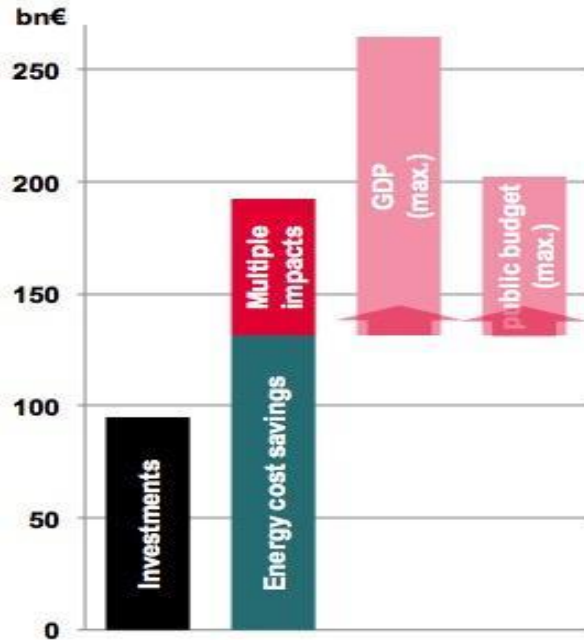
# COMBI - Key results

## Cost-Benefit Analysis

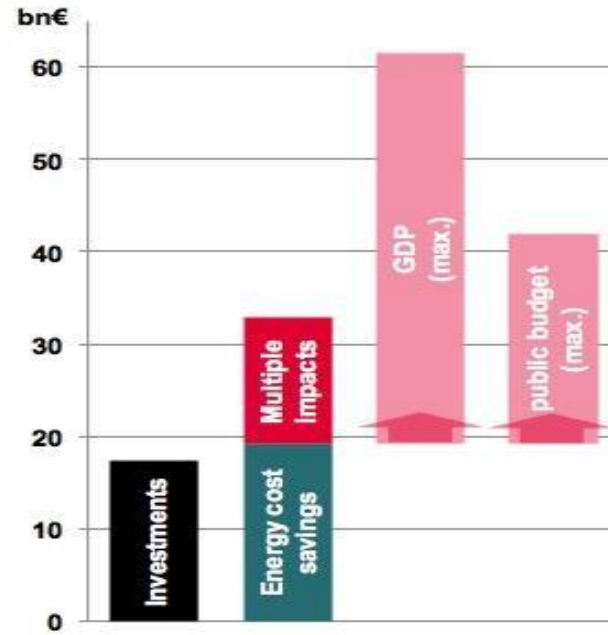


Calculating and Operationalising  
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All COMBI actions a)



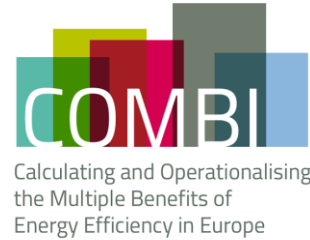
Residential building refurbishment



a) all EEI actions except modal shifts which cannot be included to CBA due to no availability of infrastructure investment costs and trucks due to unreliability of out-dated investment costs



# Takeaways from COMBI



- COMBI results: <https://combi-project.eu/tool/>
- Inclusion of MBs in CBAs → increase in cost-effectiveness
- Policy target convergence
- Increase inter-departmental cooperation
- **Include multiple impacts in policy evaluations!**



# Next steps



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- Analysis of various EU/national scenarios
- 2050 scenarios
- Customise assessments: applicability of quantification methodologies (e.g. NECPs)
- H2020 project proposal MICAT (SC3-EC4, submitted 15 Jan 2020)

